

TENNESSEE MOTOR VEHICLE COMMISSION TENNESSEE DEPARTMENT OF COMMERCE AND INSURANCE 500 JAMES ROBERTSON PARKWAY, SECOND FLOOR NASHVILLE, TENNESSEE 37243 (615) 741-2711 FAX (615-741-0651

August 1, 2006

Tennessee Motor Vehicle Dealers

RE: Licensing Procedures for Motor Vehicle Salespersons Annual Sales Report

Dear Sir/Madam:

The Tennessee General Assembly recently enacted Public Chapter 526, changing Tennessee Code Annotated § 55-17-111, which will have a direct impact on your business and the salespeople you employ. The change affects only persons holding a valid salesperson license issued by the Tennessee Motor Vehicle Commission.

In the past, the Commission required a salesperson to have the wallet card portion of the salesperson license for the particular dealership on his/her person before he or she is allowed to engage in the sale of motor vehicles. The statutory change addresses a salesperson, with a valid sales license, moving to another dealership. A licensed sales person may start selling motor vehicles as soon as the new employer has completed the salesperson application and mailed it with the required fee to the Department of Commerce and Insurance-Tennessee Motor Vehicle Commission.

This change in the law will eliminate the waiting period between the time the salesperson begins employment at your business and the receipt of the actual license. If you have any questions regarding this change in state law, please do not hesitate to contact us at the above numbers or via email at barry.woody@state.tn.us.

Sincerely,

Barry F. Woody Executive Director